

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 7260

BILL NUMBER: HB 1390

DATE PREPARED: Jan 9, 2002

BILL AMENDED:

SUBJECT: Marriage and Family Building Initiatives.

FISCAL ANALYST: Alan Gossard

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FUNDS AFFECTED: X GENERAL
DEDICATED
X FEDERAL

IMPACT: State

STATE IMPACT	FY 2002	FY 2003	FY 2004
State Revenues			
State Expenditures			2,500,000
Net Increase (Decrease)			(2,500,000)

Summary of Legislation: This bill appropriates \$2,500,000 from the state General Fund for programs and initiatives to foster stronger families. The bill requires the appropriations to be used for compliance with the federal maintenance of effort requirements for the federal Temporary Assistance to Needy Families (TANF) program.

Effective Date: Upon passage; July 1, 2002.

Explanation of State Expenditures: This bill provides for several appropriations totaling \$2.5 M from the state General Fund, most of which is for FY 2004. The individual appropriations are provided in the following table.

Appropriation	Receiving Agency	FY	Purpose
\$100,000	SDH	2004	Collecting data on marriage and divorce.
\$300,000	SDH	2004	Grants for communicating the benefits of marriage.
\$50,000	FSSA	2004-05	Conduct summit on marriage.
\$600,000	FSSA	2004	Social worker training and staff development.
\$1,250,000	FSSA	2004	Initiatives for early establishment of paternity.
\$200,000	FSSA	2004	Study to assess the state of the family.
\$2,500,000	Total		
SDH: State Department of Health; FSSA: Family and Social Services Administration.			

These appropriations are contingent on the federal government determining that the proposed expenditures are eligible for consideration as maintenance of effort (MOE) in the TANF program. If the federal government does not accept these expenditures as eligible for MOE, the appropriation is canceled.

Background on TANF MOE: States are required to meet a specified maintenance of effort level in order to qualify for the federal TANF block grant of about \$206 M annually. Indiana's annual TANF MOE obligation is \$121 M. The Family and Social Services Administration meets this obligation by expending state funds appropriated for this purpose and by claiming expenditures from other state agencies that meet the purposes and requirements of eligible TANF MOE expenditures.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Family and Social Services Administration, State Department of Health.

Local Agencies Affected:

Information Sources: